



Budget and Revenue Overview

2023 Grant Administrators Workshop

Houghton Lake, MI

April 20, 2023

Jason Crandall, Budget Section Manager

Marine Safety Grants

Two sources of funding:

- State funding

Marine Safety Fund

- Federal funding

U.S. Coast Guard Recreational Boating Safety Program

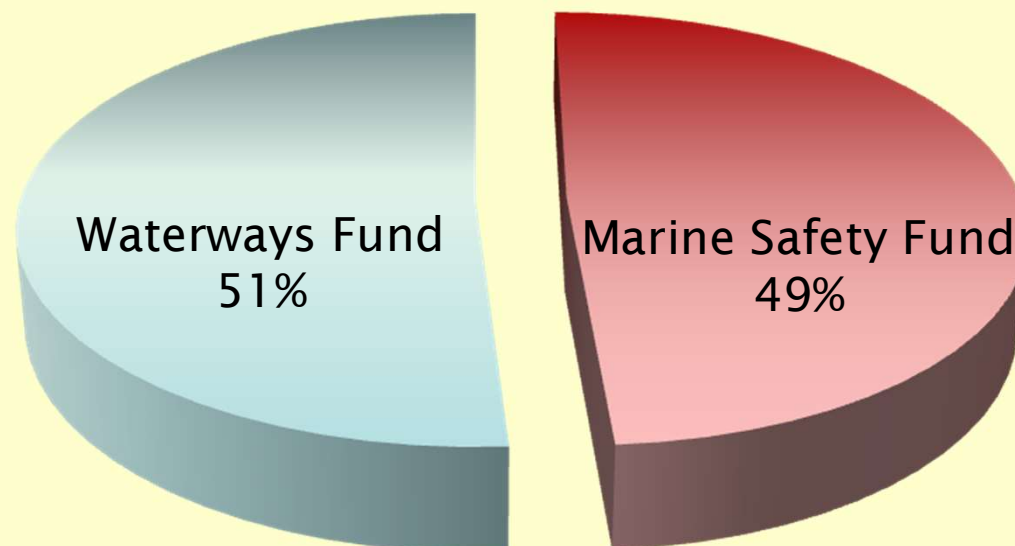


Marine Safety Fund

Primary source of revenue:

- Watercraft registration fees
(3-year renewal cycle)

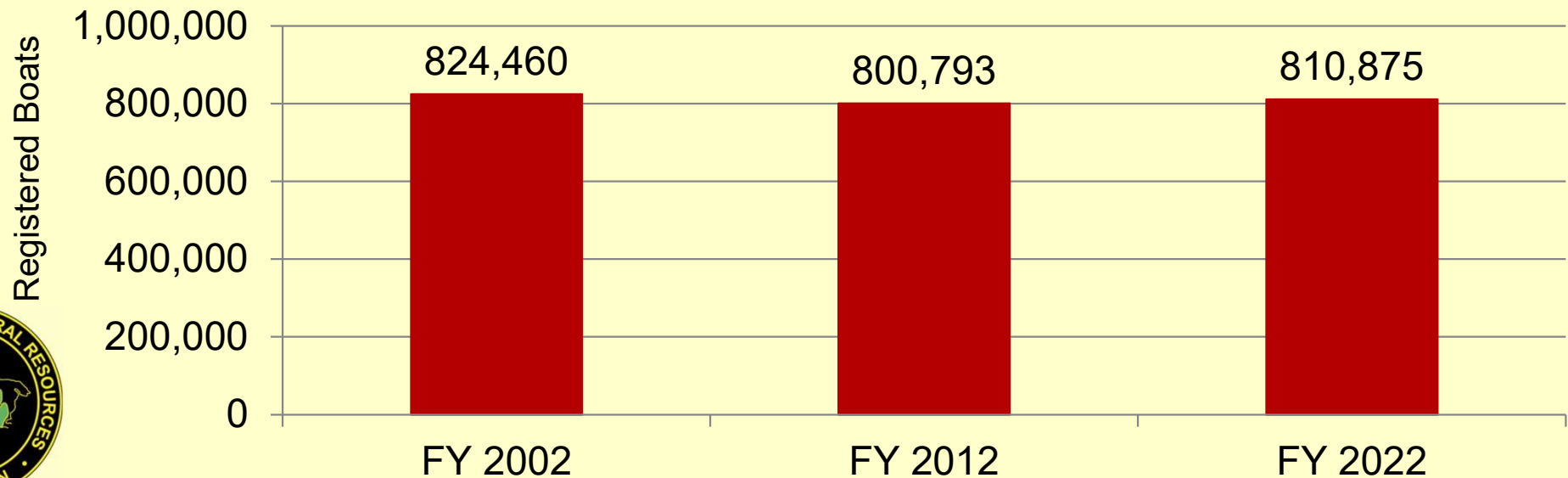
FY 2022 Watercraft Registration Revenue = \$9.8 Million



Marine Safety Fund

Stagnant revenue

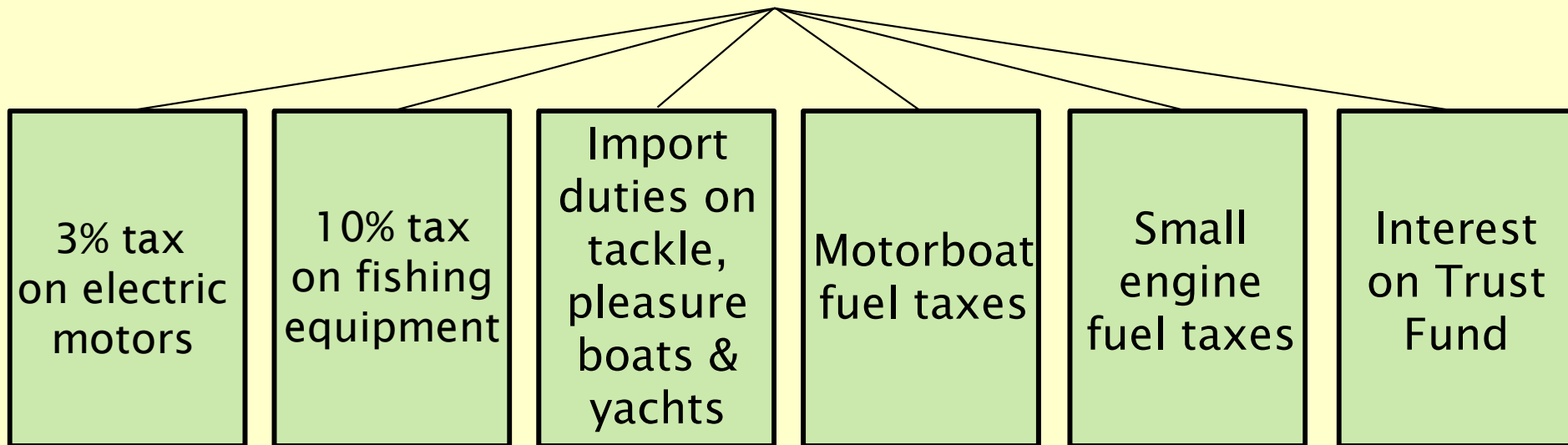
- No change in watercraft registration fees since the 1990s
- Lack of sustained growth in the number of registered boats



U.S. Coast Guard Recreational Boating Safety Program

Source of revenue:

- Sport Fish Restoration & Boating Trust Fund

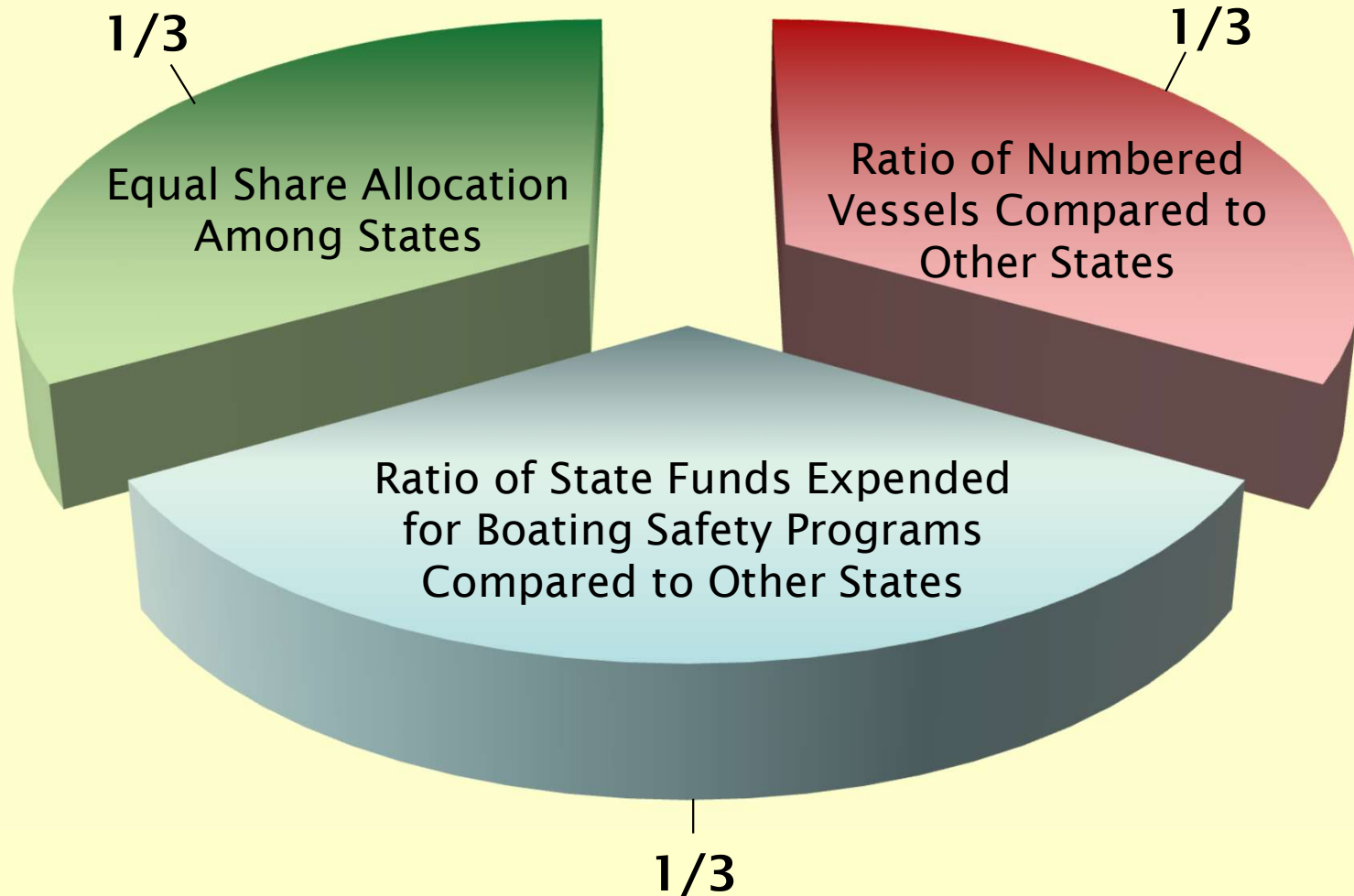


18.5% distribution for Recreational Boating Safety Program after deductions off the top



U.S. Coast Guard Recreational Boating Safety Program

Annual Apportionment:



U.S. Coast Guard Recreational Boating Safety Program

- Michigan's FY 2023 apportionment: **↑ 6.4%**
 - Amount distributed to states increased \$8.5 million from FY 2022 to FY 2023
 - Michigan's share decreased slightly from 5.39% to 5.34%



U.S. Coast Guard Recreational Boating Safety Program




Michigan Stats (FY 2021 vs. FY 2020):

- FY 2021 numbered vessels: **↑ 0.9%**
- FY 2021 boating safety expenditures: **↓ 0.2%**



U.S. Coast Guard Recreational Boating Safety Program

FY 2023 Allocation:

	<u>Rank</u>	<u>Share</u>
	#1	7.84%
	#2	5.34%
	#3	5.34%



ORV Law Enforcement Grants

Source of funding:

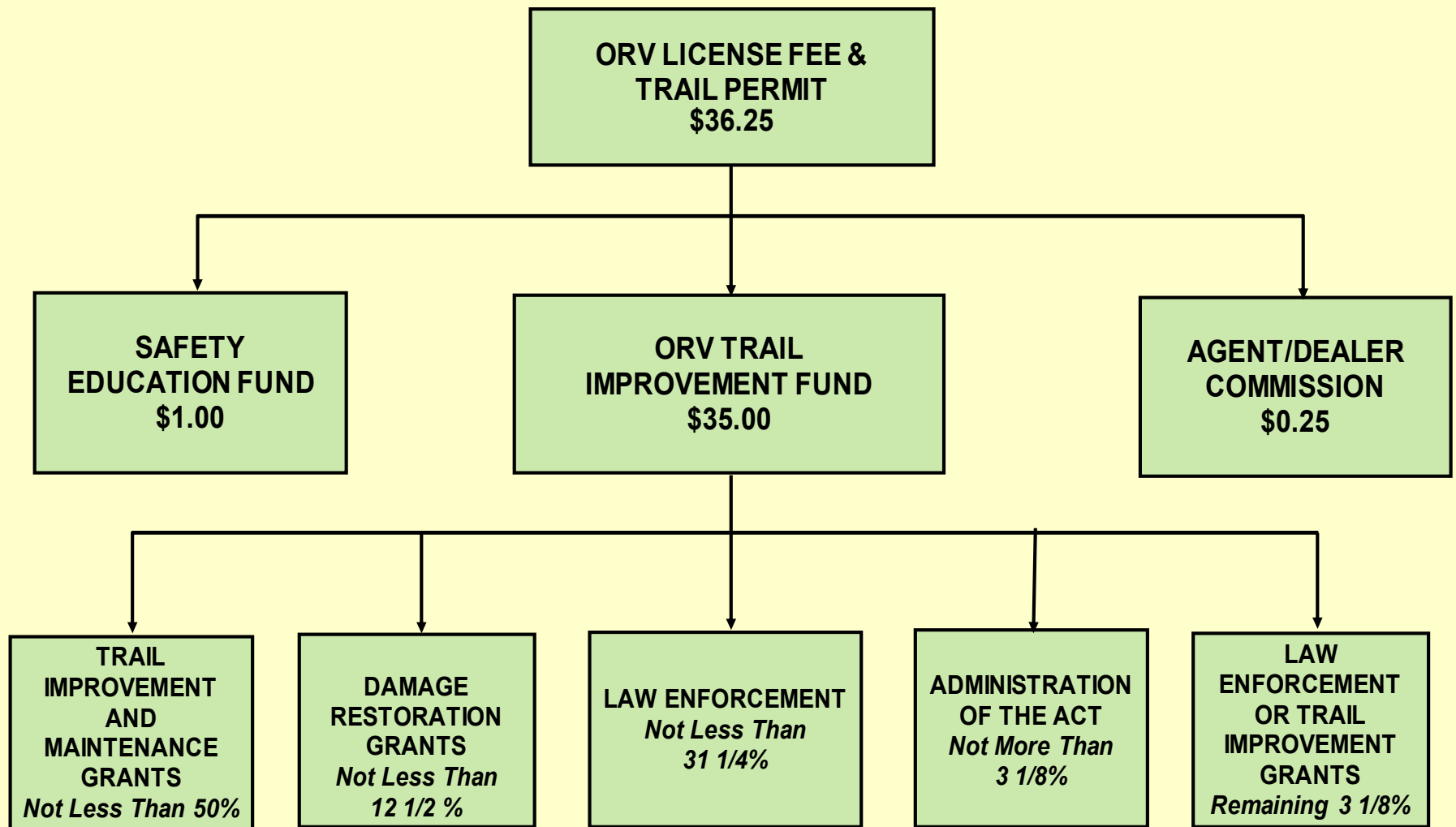
- ORV Trail Improvement Fund

ORV
license fees

ORV trail
permit fees



ORV Revenue Distribution

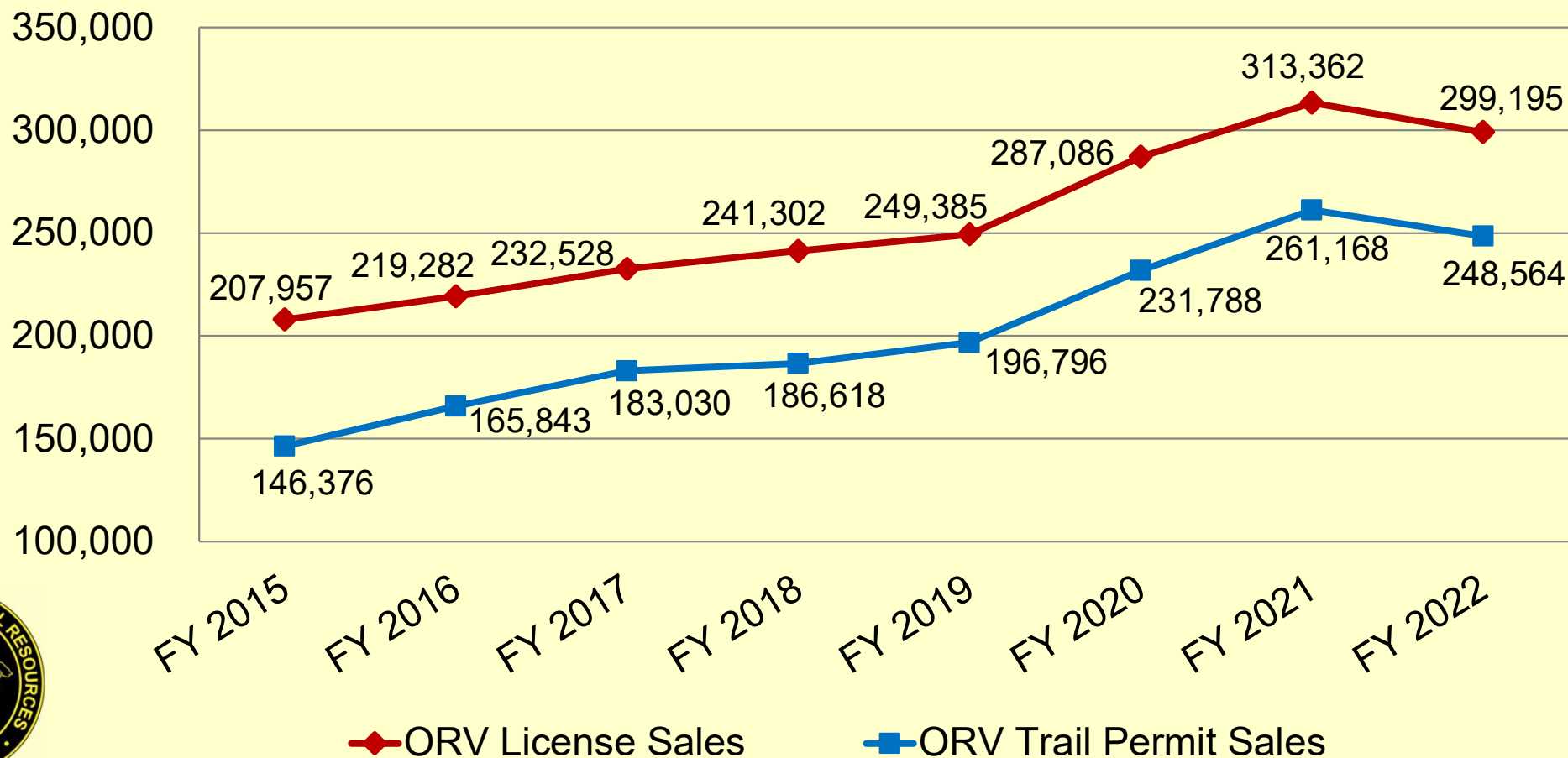


Note: 24% of the amount designated for law enforcement must be distributed as grants to county sheriff departments



ORV Trail Improvement Fund

Strong ORV license and trail permit sales



Snowmobile Law Enforcement Grants

Source of funding:

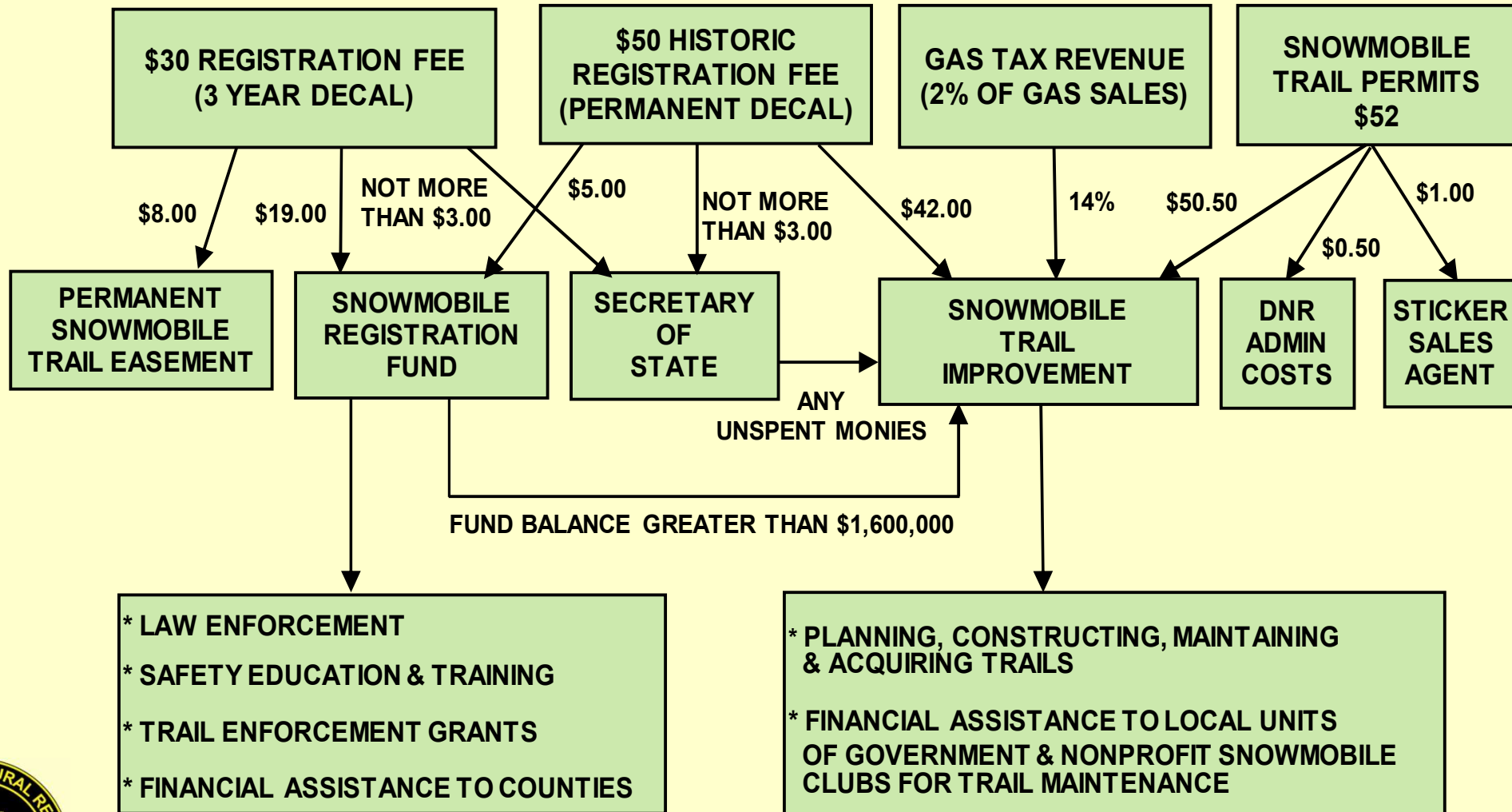
- Snowmobile Registration Fee Fund
 - Revenue from snowmobile registration fees
 - 3-year renewal cycle (for standard registration)

FACT:

Michigan ranked in the **top 3** nationally for # of registered snowmobiles



Snowmobile Revenue Distribution

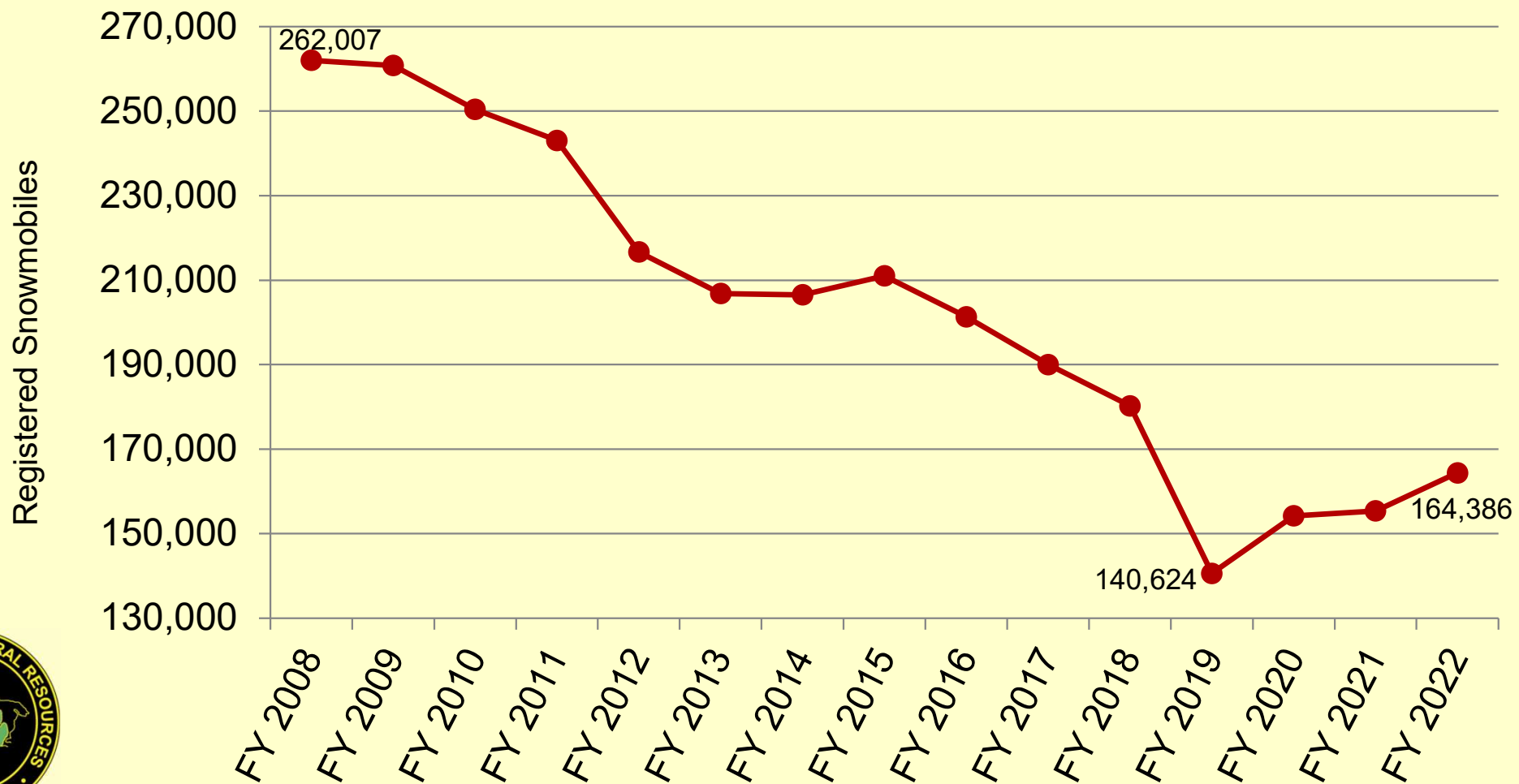
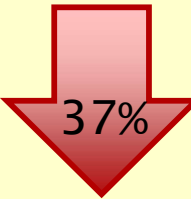


Note: Snowmobile trail permit fees increased from \$48 to \$52 effective October 1, 2021 and will be indexed to inflation every five years.



Snowmobile Registrations

15-year snowmobile registration trend:



Snowmobile Registrations

Factors influencing snowmobile participation:

- Weather
- Economic considerations
 - Gas prices
 - Cost of equipment (rent vs. own)
 - Shorter season compared to ORV use





Questions?
